going to be the ultimate answer to anybody's requirements for a two-way system.

MR. SCHWARTZ: All right. Do we have further questions?

We have a question from David Yes. Midas of Dell Water Communications.

> MR. SCHWARTZ: Dave?

MR. MIDAS: Hi, John. How are you?

MR. SCHWARTZ: Good.

10

11

12

17

201

21

24

23

24

MR. MIDAS: To Bob Gehman, real fast.

Hi, Dave. MR. GEHMAN:

MR. MIDAS: Hi, Bob. How many engineering firms are there that you believe can do these two-way MMDS/ITFS studies as far as the complexity and the amount of work that 19 we're talking about doing in the next couple of months, or in the next two weeks now?

MR. GEHMAN: Well, first of all, I would guess that anybody who is offering the services is probably already booked up. I would be surprised to learn that somebody could take on extra work. But, you know, maybe that's just my mis-information.

I would say maybe five, you know, to answer your questions. And that's just kind of a ---

MR. MIDAS: So there's no place to farm the

work ---

1 d

11

12

13

14

1\$

16

17

18

19

20

21

24

23

24

MR. GEHMAN: No, there really isn't.

MR. MIDAS: --- given the amount of time we were actually given?

MR. SCHWARTZ: Dave, you're a member of the engineering community. Do you have an estimate as to that question?

MR. MIDAS: As far as how many you would consider experts at the MDS point to point ---

MR. SCHWARTZ: Well, let's say I brought you an application that you couldn't handle at this point. How many names could you give me of other places to try?

MR. MIDAS: That we haven't already tried? None. We have tried farming out work ourselves, and there are no available engineers that we would trust our clients to pass the work on to.

MR. SCHWARTZ: All right. Are there further questions, Operator?

OPERATOR: Not at this time.

MR. SCHWARTZ: All right. Let me look at my long unanswered questions --

OPERATOR: We do have a late question here from Spencer of California State University.

SPENCER: Thank you very much. Gentlemen, after

hearing the last five minutes, how can we, in good consciousness -- assuming we're conscious to begin with -- do anything except ask for a postponement since the information that's going to go in is not going to be real, or at least not for most of us, and that the applications will probably be thrown out because the data won't be reliable, and that the folks who are going to be asked to comment on licenses that, in fact, are going in for two-way applications will have the time to appropriately respond?

How can we go forward with any of this understanding what I've just said?

MR. SCHWARTZ: To whom do you want to direct this question?

SPENCER: To God, John. To God.

MR. SCHWARTZ: You know, I didn't prepare for that aspect of the panel, Spencer. Shall I take it as a rhetorical question, or do you want somebody to try to answer it?

SPENCER: Well, I would like to hear again from the gentleman from Carl Jones or Bob. Either one, I think, provided me with what I think the reasonable background on that.

MR. SCHWARTZ: John or Bob? Anybody want to tackle that?

MR. GEHMAN: This is Bob. I think, you know, my position is probably pretty clear. I think -- I agree with you. I don't see how anybody could make the decision not to extend it.

MR. HIDLE: This is John Hidle with Carl T. Jones Corporation. I think our feeling about this is pretty clear in the sense that we're not taking on any more business. We don't know if we can do what we've already committed to, as far as good conscience is concerned. We can't provide any of our clients with any application that we don't believe is complete and certifiable.

MR. SCHWARTZ: All right. Operator, do we have another question?

OPERATOR: Not at this time.

MR. SCHWARTZ: Well, let me raise the issue of complex applications. I mean, obviously, there are a variety of factors that could lead to the complexity of the studies and, therefore, presumably, the time that it would take to prepare them. The number of cells in the proponents system would be a variable, and also, the amount of ITFS congestion, and the number of systems to protect would be a variable.

My question is, what, you know, what is the readiness of -- is the software ready to undertake complex

studies, and if so, how long would a, you know, say a New York City or some very congested area, would a study take for that? And let me throw that to Leonard, since we haven't called on you in awhile.

MR. KOROWAJEEUK: Can you repeat, please?

MR. SCHWARTZ: Sure. Let's talk about complex studies, areas where the proponent is developing a multi-cell system, as opposed to a super cell, which I presume would add complexity. And also, let's presume that this complex system was place, say in the Northeast United States where there are an awful lot of systems to protect.

Do you feel that the CelPlan software is ready to undertake complex studies and, if so, how long would it take to complete a study of that complexity?

MR. KOROWAJEEUK: Okay. Well, first we need to understand, to do a study, there are two parts of the study. One part is a preparatory part, which has nothing to do with the software, and is really to gather the data about incumbents, future of this data, and prepare yourself, you know, to do the -- to learn the tool, and so on and so on.

The actual execution of the market, the calculation doesn't take much time. As I said in presentation, a complex market, a large market as you said, a multi-cell market can be 10 cells or more in the

Northeast -- and we have several customers who have done this -- can be one run in 30 hours. And 10 percent of this is manpower; the rest is processing time of a machine and so on. You can do multiple frequencies, and so on.

The way we structured our software is that you do the predictions only one, independently of frequencies. And then, you do what we call the composite studies when you will then analyze frequency by frequency, and the composite study takes much less time than the individual study, about one-tenth of the time or even less. So that's -- and you can write for all the frequencies you want to. You just choose all, and that's it.

So it's very possible to do in a short period of time. Of course, you need, as I said in my presentation, you also need to do more than one run because, certainly, you will need to eliminate interference. And we provide a lot of information about how to eliminate interference. We trace from where interference is coming so you can figure out quickly. This was one of the improvements that we've done over this time, how you can quickly eliminate the interference areas, and so on and so on. So we store several interferers, and we will point them to the user of the tool.

So I would say, I don't know of any market that

took us more than 30 hours to run the complete study, and we did some very, very large markets.

MR. SCHWARTZ: All right. Is Harry with us yet?

MR. SCHWARTZ: All right. Well, do you want to try and tackle that question from the EDX standpoint?

MR. HICKS: No, Harry's not here yet.

MR. HICKS: I think the same answer applies. I mean, the tools essentially do the same calculations. The differences, of course, are in how we handle the actual work files and things like that. But, in general, the answer is still going to be the same. I mean, the tool doesn't really -- the major processing time is, the more grid points you have out there, the more points you have to deal with. And even if you have a fairly simple, or even complex proposed system, whether it's composed of a super cell or multiple sectors or whatever, in most situations, there are a number of incumbents that you have to investigate.

10

1.3

12

16

17

18

19

20

21

24

23

24

And that's, to some extent, kind of really where a lot of the process time comes in, is you're doing these calculations to an incumbent, you know, several times -- many times over in some cases. And that's really where the time takes. You know, I agree that the processing time that Leonhard was saying is probably -- that's probably fairly accurate for a lot of studies.

But then again, we have to realize that that's only one run through. I mean, if you discover problems, you're going to have to do essentially a certain amount of that over again.

MR. SCHWARTZ: All right. Do we have any audience questions?

OPERATOR: Not at this time.

MR. SCHWARTZ: I have a question for John Hidle.

John, we've been talking about people who are contacting consulting engineers now in mid-June about filings that are due no later than July 10th. Really, the underlying issues, as Todd pointed out at the head of this call is a public policy issue. Do we want to be postponing a window and taking a public policy decision simply because people have waited this long to get their engineering started?

MR. HIDLE: Well, truth of the matter is that they haven't waited that long. We've had people talking to us all the way back into the end of last year. And we've been telling a few people that perhaps we could manage to do their applications, but it would depend on when the window opened and how long a time we had, and the software's capability, and how long it would take to run a study.

And Leonhard pointed out that he could run a complex market in 30 hours to do an evaluation. But then,

when you get through with the evaluation, of course, you've got to go back and make your changes necessary. First of all, you've got to evaluate it to determine where your interference is coming from. And he's right. The tool has a very good capability of determining where your interference is coming from.

For instance, we're designing a system with seven response service areas, and all of those response service areas have to be put together. The power has to be accumulated into 4,000 and some odd points in one incumbent's protected service area. And we have to determine where it's coming from and where it's going, and go back and make changes, and then, run the whole thing again, you know.

14

15

20

23

But to get back to your question, no. 16 licensees have not been sitting on their hands. They've 1 been -- They have been waiting until they heard something about when it was going to be, the window was announced, and 19 the window was announced in March, toward the end of March. And there was -- At that time, neither one of the software packages was ready to go, although we had been investigating and looking for a long time ourselves.

So I don't think you can fairly characterize the fact that the whole ITFS community has been sitting on its

hands. From our standpoint, it has not. It's just an unfortunate situation that there's just not enough people to do all this work in a month.

MR. SCHWARTZ: All right. Do we have any questions from our audience?

OPERATOR: Not at this time.

10

11

12

14

15

16

17

18

19

21

MR. SCHWARTZ: All right. I think we ---

OPERATOR: We do have a question from Don MacCullough.

MR. MacCULLOUGH: Yeah, hi. What it seems to me is that in this discussion, if the window is delayed, won't the same thing -- would the same thing happen again? Will there be more people who begin to feel they need work, and still, they will also be denied to have that work done because there's not enough people to do it.

MR. SCHWARTZ: To whom are you directing the question?

MR. MacCULLOUGH: I guess to Bob Gehman.

MR. GEHMAN: Yeah, I think there is a reasonably good chance of that happening. However, that will be the fault of the person waiting too long to ask for the work, no fault of the tools not being available to do the work. So I think this initial window -- You know, as I said, I look at it as, basically, a 30-day notice that there's going to be a

filing window to do a very, very complex job.

Anything you add to this 30 days is, you know, an opportunity for the people who have been wanting to do -- wanting this work done to be able to get it done, not necessarily an opportunity for new people to be able to get work done.

MR. SCHWARTZ: Well, what's the right length of time, Bob? Are you able to estimate that?

MR. GEHMAN: I, you know, I support the ASCCE shorter time period, only because I think -- I'm kind of on the fence between the business aspects of the industry and the ability to actually get some work done, you know, for a large number of people that, you know, should be given an opportunity to, not necessarily compete with, but at least have equal standing with the big guys that are filing in this first window.

MR. SCHWARTZ: Well, aren't the big guys facing the same software problems that the little guys are facing? So why is there a differential effect?

MR. GEHMAN: That's a good question. I don't know. Maybe they're paring back. Maybe they have so many people working on it and so many computers running that they are able to, you know, meet this time crunch. But for somebody like, you know, a small firm like ours to be able

to do that, it wouldn't be cost-effective for us. It would be unaffordable for, you know, an ITFS licensee or a small MDS company to be able to do that.

MR. SCHWARTZ: So your speculation is that, if you're big enough, you can do it in 30 days?

MR. GEHMAN: Partially. And I think that has -- I think that's certainly a factor. If you're big enough and you started early enough, working with the, you know, the Beta versions of the software, you know. And somebody who goes out and buys the software in mid-May is -- I mean, they've come in cold. Even if they understanding Appendix D thoroughly, are trained to understand the software and be proficient, you know, in 30 days, and actually get all the work done, too. It just can't happen.

MR. SCHWARTZ: All right. Let's move to our last segment, which involves giving the panelists opportunities to ask each other questions. Again, the interest of time, I'd like to ask people to direct their questions to specific individuals. And we'll start with John Hidle.

MR. HIDLE: Okay. I have a couple of questions or Leonhard as relates to the fact that we have two cell plan licenses in operation right now. But we'd like to know when will we have documentation on the software packages, all three units? Do you have any idea, Leonhard, when that

documentation will be available?

1.0

11

12

13

17

18

19

20

21

24

23

24

MR. KOROWAJEEUK: I don't expect documentation to be available for the new packages. You have documentation for CelPlan, the CelPlan module documentation?

MR. HIDLE: Yes, we have documentation for the CelPlanner, but it does not include anything about the MMDS paret of it.

MR. KOROWAJEEUK: And help is available also for CelPlanner. For the other modules, we don't have the documentation. There just wasn't enough time to prepare it. That's why we stress the importance of the initial training classes. And generally, people have been very good. We have a relatively small amount of customer supported after the first week of users of our software. We are planning to do it, of course, but this will not be ready so soon. I don't expect to have documentation ready before December.

MR. HIDLE: Well, if you recall, we had eight people in your three-day training class -- or two-day training class, I believe it was, back in mid-April, and I think we had two more back for three more days last month. And so, we're moving right along with this.

MR. KOROWAJEEUK: Well, I think you did very well in attending class. Very well.

MR. HIDLE: Yes, matter of fact. I mean, we

understand the procedure, and we're going gung-ho here.

And, you know, we just see that there is just an

overwhelming number of people who need this work done, and
the big markets, they're just a big problem.

Like for example -- I'd like to ask you another question, while I've got you.

MR. SCHWARTZ: We'll rotate. You'll get back.

MR. HIDLE: Okay. All right. I've got one more question for Leonhard.

MR. SCHWARTZ: All right, keep it stored. Leonhard, your chance to ask a question.

MR. KOROWAJEEUK: I would like to pass to somebody else.

MR. SCHWARTZ: All right. We'll rotate past you, if a question comes to mind, please use it. Merrill?

MR. WEIS: I have a question for John Hidle.

MR. HIDLE: Yes, sir.

10

1:

14

13

14

15

16

11

18

19

20

21

21

23

24

MR. WEIS: John, I'm confused. I know you -- In the statement that went along with the petition, and I guess on this call, too -- have raised ---

(End of Tape Side B; Beginning of Tape Side C.)

MR. WEIS: --- And I was under the impression that the Commission had taken care of that in the reconsideration order. And so, I guess I'm unclear as to what the problem

is at this point that's not already addressed. And I guess the second part of that is, if there is still a problem, why wasn't it raised during the reconsideration process.

MR. HIDLE: Okay, let me address that. The limited exception was defined in the earlier -- how shall I characterize it -- second order on reconsideration released in June of 1995. In that, Paragraph 24 and 25, it was defined. It was defined as simply a 45 dB desire to undesired signal ratio contour line associated with the modification applicant's previously authorized station, the 35-mile circular boundary of the desired station. Now, that's based on the overlap of signal strength contours for the existing stations.

Now, we took that to mean that if you calculated the -- if you had a desired station which was an incumbent, which has a PSA somewhere near you and your co-channel, that you would have to determine the points where your signal, your interfering signal, 45 dB below his desired signal overlapped or intersected, and connect the dots, and come up with a 45 dBu desired to undesired ratio -- contour ratio line. And that would be where it intersected the 35-mile radius protected service area circumference would be the classic interference area. And that's what we assumed it to be.

But then, there were other questions that arose when the report and order on reconsideration came out, Paragraph 69 through 72, where they further modified the limited exception to ask for a waiver to account for, shall we say, grandfathered interference. And they didn't mention any more about the details about the 45 dBu desired to undesired contour ratio line, except when they extended it to the predicted 0 dB desired to undesired for the adjacent channels.

Now, we've had some questions regarding what they mean by this because the intent, we believe, of the Commission was to identify the existing interference-free service area of an incumbent station, as to another station which is very close buy and causing him interference.

1:

Now, if you go strictly by the 45 dBu contour ratio line, without any consideration for cross-polarization or frequency offset, or any of that thing, you end up with a very small interference-free service area for the incumbent station.

And in the case -- This is the case where you were referring to about worst case on top of worst case. If you have two co-channel stations that are located 40 miles apart, they are cross-polarized, and they're offset. Their existing situation is their analog and their offset 10

kilohertz. Have, essentially 24 dB cross-polarization situation, and you have 45 dB to 28 dB for the our 10 kilohertz soft set. Now, you can't have that for digital because there is no offset.

But those are the kinds of questions that we have raised with the commission because we feel that just to take a 45 dB D to U contour line as a straight 45 dB makes the interference-free protective service area of the incumbent station as small as it's going to get, and it does not give you a true, accurate depiction of that incumbent's interference-free service area. And we feel that it's unfair to the incumbent to understate his interference-free service area when he's actually got a larger area to cross-polarization, for example. I mean, that's our concern with it.

MR. SCHWARTZ: The second half of Merrill's question was, why didn't you raise that earlier?

MR. HIDLE: We did raise it earlier. We raised it quite awhile go. But, you know, it's a matter of if we want to go with 45 dB, we're perfectly happy with that. You know, just tell us 45 dB D to U is it, and that's the way we'll go. We'll be happy to do so. As a matter of fact, that's what we've been doing, but we don't think it's right.

MR. WEIS: John, you said you raised it earlier.

Can you point me to comments that were filed during the reconsideration process or some other time before this most recent?

MR. HIDLE: I raised it verbally with a gentleman in the Mass Media Bureau in May of 1999. I did verbally. I'm sorry that I didn't do it on paper and make an exact filing to that regard. But I did call and talk to the gentleman about three different times, asking him specific questions about a specific market in which we had three co-channel incumbents inside the Protective Service of the station we were working with. And, unfortunately, I did not reduce to writing, and I wish I had of.

MR. SCHWARTZ: All right. Let's move on to Ted Hicks. Ted, a question?

MR. HICKS: I'll pass, and let other people have the opportunity.

MR. SCHWARTZ: Okay. Bob Gehman?

MR. GEHMAN: Well, actually, I'm about to pass, too, because I was just going to ask John Hidle what his impression was. Let me ask this anyway, because if he's not sure, that helps to reinforce the necessity for a clarification.

I believe that the limited exception may apply only to the geographic area within the interference area,

the geographic area of the interference area, which may be limited because of terrain.

Is it your impression or your understanding that somebody could increase the level of interference, provided that the area, the geographic area of interference didn't get any larger?

MR. HIDLE: Are you asking me?

MR. GEHMAN: Yes. And I'm asking you that because I want to know if you think you know the answer to that, or do you think that a clarification needs to be raised on that, as well?

MR. HIDLE: Well, I think we need to clarify the exact method that the Commission expects us to use to achieve what they were planning to do. Now, I'll go back to the second order on reconsideration from June of 1995, in which they adopted the limited exception because they had increased the PSA from a 15-mile circle to a 35-mile circle.

And in the footnote -- Number 7, I believe it is -- they say that, "A comparison will be made with the 45 dB desired/undesired signal ratio contour line associated with the applicant's station proposed in its modification application. Thus, we will compare the area in which interference is predicted pursuant to the previously authorized undesired station to the area in which

interference is predicted pursuant to the undesired station's proposal in the modification application."

So what -- And they say in the text that what they're expecting is that anyplace that there is not predicted interference in the current authorization, there will not be any predicted interference with a modification application. That's what my reading of it was.

MR. GEHMAN: And the reason that I asked that question is that I believe that there is more than one way to interpret that requirement, as well. And you didn't say anything about terrain blockage, and I believe that terrain blockage should be included in that, and ---

11

14

13

14

15

16

18

20

21

24

23

MR. HIDLE: Well, they don't say anything about terrain blockage at all either. They don't define it other than at 45 dB contour at DDU contour ratios.

MR. GEHMAN: Which reinforces the need for a clarification.

MR. SCHWARTZ: I'm going to try an English translation for those who are not immersed in all of this. You know, our existing co-channel interference protection is 45 dB desired signal, in other words, our signal versus the interfering signal. That's a very heavy standard, as I think Merrill alluded to, more than most engineers believe is necessary in the digital world.

However, what the FCC has said is that we're already causing a lot of interference to each other because the PSA's have been expanded. And therefore, thou can go forward and cause interference, as long as it's not worse than the existing interference.

But the question is, does that pertain only to geographic areas where interference exists now, or does it pertain to the depth and the extent of interference in those areas. And also, of course, signal is blocked by terrain, so should there be exceptions for terrain.

How am I doing gentlemen?

MR. GEHMAN: Very good.

MR. HIDLE: You're doing pretty good.

MR. SCHWARTZ: All right. I think we can rotate to John HIDLE. You said you had another question?

MR. HIDLE: Yeah. The other question for Leonard was, we've been doing the -- a semblance of the protected service area limited exception using CelPlan, calculating, as the tool will, interference at the grid points in the incumbent's area. But our concern is simply that that's not the method that's set forth in the second order on reconsideration or the reporting order on reconsideration as to how the limited exception interference-free area should be calculated. It's an overlapping of contours, and the

identification of that contour ratio line.

12

13

17

18

19

20

21

22

23

And although, what we've seen when we use the grid point calculation is very similar, it's really not exactly the same as you get actually doing the calculations according to the Commission's definition.

So I'm not so sure that we feel totally comfortable with depending on the calculations of the DDU ratio at each of the grid points, 1.5 kilometers apart versus actually doing contour calculations, seeing the overlap and where it occurs. If that's the only way we have to do it, then we might end up having to do it that way.

MR. KOROWAJEEUK: What I can tell you is that we have been doing it this way. I don't see much difference between the contour and the study points. I've seen in the past people using study points even more spaced than the ones that are specified in the methodology. So, at least it gave a common base to everyone, and everybody is using the same study points to do it.

We have been doing this in our applications regularly for all our markets. And I know of several other companies that have been doing this regularly also. So I don't see ---

MR. HIDLE: Well, the point I'm making here is that, to be precise in filing an application with the

Commission, we have to certify that it complies with their rules, including how they calculate the ---

MR. KOROWAJEEUK: Yeah, but if you can assure that you don't violate for any of the study points, the interpolation of the contour line will fall outside the study points, of course. You cannot calculate for every single discrete point in the universe. So there must be some (unintelligible) .

MR. HIDLE: Yeah, well ---

10

11

12

13

14

15

14

17

19

20

21

24

23

24

MR. KOROWAJEEUK: Of course, and ---

MR. HIDLE: But you understand our concern?

MR. KOROWAJEEUK: I understand the concern, yes.

MR. HIDLE: Okay, thanks.

OPERATOR: And gentlemen, we have reached our 102nd minute.

MR. SCHWARTZ: Okay, thanks for the warning. I think we might just make it if we can rotate through the last round of questions. Leonard, you're up for a question.

MR. KOROWAJEEUK: I really pass. I think we've explored the subject quite in depth.

MR. SCHWARTZ: Okay.

MR. KOROWAJEEUK: And if somebody else has another question.

MR. SCHWARTZ: Merrill, second question?

MR. WEIS: I think I'm out, John.

MR. SCHWARTZ: All right. Well, if we're exhausting the engineers, that's progress. Ted?

MR. HICKS: Pass again, please.

10

11

12

1.3

14

15

16

17

18

19

20

21

24

MR. SCHWARTZ: And Bob, do you have a final question?

MR. GEHMAN: Okay. I understand -- This is for Merrill. I understand the position you were taking with regard to worst case primers and so forth in the Appendix D. And the fact that, as a result of that, it's not so important to worry about the actual interference that somebody may predict because of all the safeguards that are built in, and therefore, one software package may produce slightly different results than another one. On the other hand, the FCC has never had any sort of degree of flexibility involved in these types of things.

So my question to you, Merrill, is do you think that you could prepare an application that would withstand scrutiny from another engineering firm, possibly using another software, or maybe even by doing hand calculations, based on your experience with CelPlan?

MR. WEIS: Bob, I think the simple answer to that is yes, that the issue is that, you know, if it turns out that two engineers come to different results, and I

certainly agree that it's possible that you could get different results from different software packages. And if you are operating right on the threshold, you know, down to the last tenth or hundredth of a dB, then one could calculate above the threshold and the other could calculate below the threshold.

And so, that could be an issue that you'd have to resolve between the two engineers, looking at, you know, what the differences are in the way the calculations are done. That's, in fact, some of what we're doing in looking at the validation of the, in particular, the CelPlan software that we're working on now. The issue, though, is how significant will it be, and does it really -- will it really result in interference.

The point I was making earlier was that because we have so many worst cases piled on top of one another, that when -- that even if the software, in either case, isn't absolutely perfect in terms of its implementation of any one particular element of the methodology, that it will still result in adequate, or really, more than adequate interference protection. And so, it was that that I was trying to address earlier when I made the comment.

MR. GEHMAN: Okay.

15

21

221

23

24

MR. WEIS: You know, we've got so many layers here

that if it turns out that there is something we haven't found by now, or by the time of the window, or even sometime later, it's highly unlikely that that would result in real interference in the real world.

MR. KOROWAJEEUK: If I may interject, Merrill, I think this is the beauty of this process. For the first time, the parties speak directly. And imagine, you have a borderline case, that one software tells you that you have 45.05, and the other says that you have 44.05. I'm quite sure that both parties will come to an agreement in one way or the other.

1:

So there will be small differences, and they will be very, very small. And I think this can be addressed. And in very, very few cases those differences will be in the marginal -- in the borders, so that really care. And nobody cares if the difference is at 50 dB's or 60 dB's. And nobody will care also if the difference is at 30 dB's or 40 dB's.

So if the differences are in the border line, then the parties will need to discuss and come to an agreement. So there is some -- But I believe that this will happen in a very, very, very small percentage of cases. And it's basically, as I said. I gave you the main reasons for this to happen, truncating, you know, because of going with a 16

digits, significant digits. You are doing with eight significant digits, and things like this.

So this gives you really something in the order of tenth of a dB, or something like this.

There's another important factor that's MR. WEIS: been left out of all this, too. That is that if, somehow, despite all of the layers of worst cases, and all the accuracy of the calculation, you end up with real interference in the real world, the licensee who causes it 10 has an obligation to cure it. And that's the ultimate protection for all of this. And we shouldn't lose sight of that.

MR. SCHWARTZ: All right. I'd like to rotate into closing statements. We're giving two minutes to each individual, and we'll start with John Hidle.

14

13

16

21

MR. HIDLE: Okay. I won't take two minutes. just want to say that I still stand by our position, the fact that there is not, given where we stand today, adequate time to achieve the design of as many -- and preparation of as many applications as we need to do.

I feel that it would be very much in the interest of the ITFS licensees in this country to have additional time to prepare an adequate number of accurate and certifiable applications to be filed for their potential

two-way systems. Thanks.

MR. SCHWARTZ: Leonard?

MR. KOROWAJEEUK: Yes. Well, in our statement, I think we clearly stated that we really believe that the software is sufficiently developed to design ITFS markets, and we are really complying with the rules of the methodology. We also tried to provide to everyone statistical data about, you know, time to run, so each one can take its own conclusions, and so on. And we are open here to anyone that would like to get more information from us. You can call me any time, and we'll be more than pleased to fill you in with more information.

MR. SCHWARTZ: Merrill?

MR. WEIS: I guess about the only thing left that I think we haven't addressed, and that maybe was, even the wrong impression was left during somebody's comment during this, is that when it comes to consideration of interference studies that are served on an ITFS licensee, as opposed to the case where you're concerned about designing a system and getting it into the window, in the case where a set of engineering studies is served on the ITFS licensee, there is really no need at all to have that analyzed prior to the window, or even during the 60-day period that's provided following the window during which applicants are able to try

to harmonize their applications in order to eliminate interference that they might cause to one another.

Rather, following that 60-day period, there is a second 60-day period in which anyone who has an interest can file a petition to deny an application. And it's really at the end of that 60-day period, that second 60-day period, so 130 days, I guess, more or less, after the opening of the window that anyone would need to be able to have a completed analysis of something that was served upon them in order to file a petition to deny.

And so, at least with respect to those licensees, there's a much longer period of time than we've been talking about in this conversation, which has been more focused on actually getting applications into the window. I hope that's helpful to some people.

MR. SCHWARTZ: Ted?

MR. HICKS: Okay. I think that we still need to not lose track of the sight that we still just have a time crunch here that, with the tools becoming available, you know, relatively recently, and the massive amount of applications that have to be done. I mean, even if we could find, you know, find the money to buy the tools, find the engineers to do the work, there's still going to be learning curves, as has been pointed out, to get the engineers up to

speed on both the Appendix D rules, as well as just load the tools themselves. And then, of course, we're not discounting the fact that, as we do our work, we run across errors. We make mistakes. And that causes us to go back and to have to redo things, just to, you know, to do good output.

So, in the end, I think we still need some more time. And that's why, again, EDX is still supporting a reconsideration of this time period. Obviously, if we're given some additional months, then at that point, you know, the time is available, and people can do -- make an application they're comfortable with, and one they can comfortably certify to the Commission that, yes, this is good work, and I stand behind it.

MR. SCHWARTZ: Bob?

MR. GEHMAN: Well, I think it's true that the software is, you know, developed. I think it's available now. It can be used to prepare applications. There's the learning curve to be able to use it, and the fact that there's only 30 days left to produce applications which, in my opinion, isn't enough time to really do much at all.

And then, there is the issue of the evaluation. It's true that you don't need to do an evaluation by the filing deadline. But I can assure you that if you have a

client that is served, he will want to know as soon as possible what his impact is, how he is really being impacted by this. And that will cause some degree of anxiety and unhappiness with that person until he finds out what the real issue is.

During that first 60-day period, he will definitely need to be able to evaluate the effects because that's the time when you're going to be doing the negotiating and, you know, making changes and so forth to accommodate one another.

So -- And then, the final thing is, as far as being familiar with the software, the flexibility would be nice. It would be nice to have some degree of flexibility so that if you file an application, there's something slight, you know, a few dB off here or there, you know, things like that, to where you could work with somebody.

But the bottom line is, a client wants you to do -- his consulting engineer to do the best he can for him, which means, generally, pushing things pretty much to the limit. In other words, I want you do the -- I want you to give me the best system you can.

If, as a result, there is a slight difference that would open somebody up to a petition to deny, or even before that, somebody accusing that applicant of causing

interference to him or, you know, in a way that would possibly bring on a petition to deny, as far as that client is concerned, his engineer is wrong. He did a bad job.

So we've got to be able to do this with a reasonable degree of confidence that what we're producing is accurate, and will withstand the scrutiny of other engineers. And that's the conclusion of my --

MR. SCHWARTZ: Well, I want to thank our panelist and our other participants. It was a brilliant panel. And I want to particularly thank you for agreeing to participate on what bordered on no notice, and for the fine job that you did.

I also want to take this occasion to promote our next audio conference, which will be held tomorrow, starting at noon Eastern, nine Pacific, which will deal with the preclusion issue.

OPERATOR: That concludes today's conference. Thank you for your participation.

(Whereupon, the conference call was concluded.)

C:\download\PPCC..cn DCDOCS:173761.1(3Q2P01!.DOC)

11

12

13

14

16

17

18

19

20

## **CERTIFICATE OF SERVICE**

I hereby declare that a copy of the foregoing Comments of the ITFS Spectrum Development Alliance in Support of Postponement of MDS/ITFS Filing Window was sent this 19th day of June, 2000, by hand to the persons listed below:

Roy Stewart Mass Media Bureau Federal Communications Commission 445 12th Street, SW Room 2-C347 Washington, DC 20554

Charles Dziedzic
Mass Media Bureau
Federal Communications Commission
445 12th Street, SW
Room 2-A864
Washington, DC 20554

Sharon Bertelson Mass Media Bureau Federal Communications Commission 445 12th Street, SW Room 2-A866 Washington, DC 20554

Adam Krinsky
Legal Advisor to Commissioner Tristani
Federal Communications Commission
445 12th Street, SW
Room 6-C767
Washington, DC 20554

Karen Edwards Onyeije Mass Media Advisor to Chairman Kennard Federal Communications Commission 445 12th Street, SW Washington, DC 20554 Barbara Kreisman Mass Media Bureau Federal Communications Commission 445 12th Street, SW Room 2-A666 Washington, DC 20554

David Roberts
Mass Media Bureau
Federal Communications Commission
445 12th Street, SW
Room 2-A728
Washington, DC 20554

Barrett Brick
Mass Media Bureau
Federal Communications Commission
445 12th Street, SW
Room 2-A827
Washington, DC 20554

Deborah Klein Legal Advisor to Commissioner Tristani Federal Communications Commission 445 12th Street, SW Room 4-A820 Washington, DC 20554

David Goodfriend Mass Media Advisor to Commissioner Ness Federal Communications Commission 445 12th Street, SW Washington, DC 20554 Helgi Walker
Mass Media Advisor to Commissioner
Furchtgott-Roth
Federal Communications Commission
445 12th Street, SW
Room 8-A302F
Washington, DC 20554

Kathryn Brown Office of Chairman William Kennard Federal Communications Commission 445 12th Street, SW Room 6-C750 Washington, DC 20554 Marsha MacBride
Mass Media Advisor to Commissioner Powell
Federal Communications Commission
445 12th Street, SW
Washington, DC 20554

Kathleen Birch

DCDOCS:173804.1(3Q3W01!.DOC)